IMPORTANT NOTICE

Due to potential delays in receiving mail, this amendment contains the provision at FAR 2.215-5 which authorizes facsimile proposals. Offerors are encouraged to use alternatives to the mail when submitting proposals.

AMENDMENT OF SOLICITATION	1. CONTRACT ID CO			
2. AMENDMENT/MODIFICATION NO.	3. EFFECTIVE DATE	4. REQUISITION/PURCE	ASE REQ. NO.	5. PROJECT NO. (If applicable)
0001	10/25/01			
6. ISSUED BY CODE	N00173	7. ADMINISTERED BY	(If other than Item 6)	CODE
CONTRACTING OFFICER NAVAL RESEARCH LABORATORY ATTN: CODE 3220 WASHINGTON, DC 20375-5326				
8 NAME AND ADDRESS OF CONTRACTOR (No. street	county State and ZID Code	1	LOW TON AMENIDME	NT OF POLICITATION NO
8. NAME AND ADDRESS OF CONTRACTOR (No., street, county, State and ZIP Coo. (TO ALL OFFERORS)		X NO0173-01-R-DL02 9B. DATED (SEE ITEM 11) 10/05/01 10B. DATED (SEE ITEM 11)		
	CILITY CODE			· · · · · · · · · · · · · · · · · · ·
II. IHIS IIE	M ONLY APPLIES TO	AMENDMENTS OF	SULICITATIONS	
amendment your desire to change an offer already submitt solicitation and this amendment, and is received prior to the solicitation and this amendment, and is received prior to the solicitation and this amendment, and is received prior to the solicitation and this amendment and solicitation and this amendment, and is received prior to the solicitation and this amendment, and is received prior to the solicitation and this amendment, and is received prior to the solicitation and this amendment, and is received prior to the solicitation and this amendment, and is received prior to the solicitation and this amendment, and is received prior to the solicitation and this amendment, and is received prior to the solicitation and solicit	ne opening hour and date sp	DDIFICATION OF COI	NTRACTS/ORDERS	
CHECK ONE A. THIS CHANGE ORDER IS ISSUED PUR NO. IN ITEM 10A.			1	MADE IN THE CONTRACT ORDER
B. THE ABOVE NUMBERED CONTRACT, appropriation date, etc.) SET FORTH I	N ITEM 14, PURSUANT TO	THE AUTHORITY OF FAR		s changes in paying office,
D. OTHER (Specify type of modification a		TTO AUTHORITY OF.		
D. OTHER Specify type of mounication a	ina authority)		<u> </u>	
	is required to sign thi			pies to the issuing office.
14. DESCRIPTION OF AMENDMENT/MODIFICATION (Orga	anized by UCF section head	ings, including solicitation/o	contract subject matter	where feasible.)
See pages 2 through 4.				
Except as provided herein, all terms and conditions of the o	document referenced in Item	n 9A or 10A, as heretofore	changed, remains unch	anged and in full force and effect.
15A. NAME AND TITLE OF SIGNER (Type or print)		16A. NAME AND TITLE O		
15B. CONTRACTOR/OFFEROR	15C. DATE SIGNED	16B. UNITED STATES OF	AMERICA	16C. DATE SIGNED
(Signature of person authorized to sign)		(Signature	e of Contracting Officer,	

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The purpose of this amendment is to provide a corrected version of the Level of Effort requirement and and revise the Solicitation to accommodate facsimile proposals. FAR Provision 52.215-5 in Section L.

SECTION H - SPECIAL CONTRACT REQUIREMENTS

1. H-3 is corrected as follows:

H-1 ONR 5252.216-9706 - LEVEL OF EFFORT (DEC 88)

- (a) The Contractor agrees to provide the total level of effort specified in the next sentence in performance of the work described in this contract. The total level of effort for performance of this contract shall be 61,480 total hours of direct labor for the basic award, and 61,480 total hours for each option period, if exercised, including subcontractor direct labor for those subcontractors specifically identified in the Contractor's proposal as having hours included in the proposed level of effort. A breakdown of labor categories and hours is set forth in paragraph (k) below.
- (b) The level of effort for this contract shall be expended at an average rate of 5,123 hours per month. It is understood and agreed that the rate of hours per month may fluctuate in pursuit of the technical objective, provided such fluctuation does not result in the use of the total hours of effort prior to the expiration of the term of the contract.
- (c) The Contractor is required to notify the Contracting Officer when any of the following situations occur, or are anticipated to occur: If during any three consecutive months the monthly average is exceeded by 25% or, if at any time it is forecast that during the last three months of the contract less than 50% of the monthly average will be used during any given month; or, when 85% of the total level of effort has been expended.
- (d) If, during the term of the contract, the Contractor finds it necessary to accelerate the expenditure of direct labor to such an extent that the total hours of effort specified would be used prior to the expiration of the term, the Contractor shall notify the Contracting Officer in writing, setting forth the acceleration required, the probable benefits which would result, and an offer to undertake the acceleration at no increase in the estimated cost or fixed fee together with an offer setting forth a proposed level of effort, cost breakdown, and proposed fixed fee for continuation of the work until expiration of the term hereof. The offer shall provide that the work proposed will be subject to the terms and conditions of this contract and any additions or changes required by then current law, regulations, or directives, and that the offer, with a written notice of acceptance by the Contracting Officer, shall constitute a binding contract. The Contractor shall not accelerate any effort until receipt of such written approval by the Contracting Officer. Any agreement to accelerate will be formalized by contract modification.
- (e) The Contracting Officer may, by written order, direct the Contractor to accelerate the expenditure of direct labor such that the total hours of effort

specified in paragraph (a) above would be used prior to the expiration of the term. This order shall specify the acceleration required and the resulting revised term. The Contractor shall acknowledge this order within five days of receipt.

If the total level of effort specified in paragraph (a) above is not provided by the Contractor during the term of this contract, the Contracting Officer shall either (i) reduce the fixed fee of this contract as follows:

Fee Reduction = Fixed Fee X (Required LOE Hours - Expended LOE Hours)

Required LOE Hours

- or (ii) subject to the provisions of the clause of this contract entitled "Limitation of Cost," require the Contractor to continue to perform the work until the total number of hours of direct labor specified in paragraph (a) shall have been expended, at no increase in the fixed fee of this contract.
- (g) In the event the government fails to fully fund the contract in a timely manner, the term of the contract may be extended accordingly with no change to cost or fee. If the government fails to fully fund the contract, the fee will be adjusted in direct proportion to that effort which was performed.
- Notwithstanding any of the provisions in the above paragraphs, the Contractor may furnish hours up to five percent in excess of the total hours specified in paragraph (a) above, provided that the additional effort is furnished within the term hereof, and provided further that no increase in the estimated cost or fixed fee is required, and no adjustment in the fixed fee shall be made provided that the Contractor has delivered at least 95% of the level of effort required in paragraph (a) above.
- It is understood that the mix of labor categories provided by the Contractor under the contract, as well as the distribution of effort among those categories. may vary considerably from the initial mix and distribution of effort which was estimated by the government or proposed by the Contractor.
- Nothing herein shall be construed to alter or waive any of the rights or obligations of either party pursuant to the Clause entitled "Limitation of Costs" or "Limitation of Funds," either of which clauses as incorporated herein applies to this contract.
- The anticipated breakdown by labor category of the total level of effort is as follows:

Labor Category	Base	Option	Option	Option	Option
	Year	· · ·	i ii	· III	·IV
Senior Electronic Engineer I	1,920	1,920	1,920	1,920	1,920
Senior Electronic Engineer II	1,920	1,920	1,920	1,920	1,920
Electronic Engineer	3,840	3,840	3,840	3,840	3,840
Senior Aerospace Engineer	1,920	1,920	1,920	1,920	1,920
Aerospace Engineer I	3,840	3,840	3,840	3,840	3,840
Aerospace Engineer II	1,920	1,920	1,920	1,920	1,920
Mechanical Engineer	1,920	1,920	1,920	1,920	1,920
Military Systems Analyst	3,840	3,840	3,840	3,840	3,840
Program Management					
Specialist	3,840	3,840	3,840	3,840	3,840
Systems Engineer/Analyst	3,840	3,840	3,840	3,840	3,840
Computer/Network					
Specialist	5,760	5,760	5,760	5,760	5,760
Senior Computer			1 1 1 1 1 1	an, i	
Scientist/Engineer	1,920	1,920	1,920	1,920	1,920
Computer					
Scientist/Engineer	5,760	5,760	5,760	5,760	5,760
Electronic Technician	7,680	7,680	7,680	7,680	7,680
Project Technician	7,680	7,680	7,680	7,680	7,680
Aerospace Engineering	***				
Technician	1,920	1,920	1,920	1,920	1,920
IT Professional/Computer					
Programmer	1,920	1,920	1,920	1,920	1,920
Supersonic Aircraft with					,
Crew	10	10	10	10	10
Subsonic Aircraft with Crew	30	30	30	30	30
Total	61,480	61,480	61,480	61,480	61,480

SECTION L – INSTRUCTIONS CONDITIONS AND NOTICES TO OFFERORS OR RESPONDENTS

2. The following is incorporated into Section L

52.215-5 - Facsimile Proposals (Oct 1997). Paragraph (c) is completed as follows: (202) 767-0430 or (202) 767-0494. Your proposal must include a cover page to the attention of Dian Lockamy, Code 3220j, stating the solicitation number. In addition facsimile proposals may be transmitted by e-mail to lockamy@contracts.nrl.navy.mil or bays@contracts.nrl.navy.mil in either Microsoft Word (97 or earlier) or pdf format. For assistance, call Dian Lockamy at (202) 767-3782